## Congress of the United States Washington, DC 20515

October 15, 2018

The Honorable Robert E. Lighthizer United States Trade Representative Office of the United States Trade Representative 600 17<sup>th</sup> Street NW Washington, DC 20508

Dear Ambassador Lighthizer:

We write today to urge you to establish a process that allows U.S. companies to request an exclusion from the recent tariffs imposed on \$200 billion of Chinese imports pursuant to the investigation into China's unfair trade practices under Section 301, consistent with those for the previous two Section 301 tariff lists. Such a process would afford U.S. companies the opportunity to seek relief if tariffs harm their global competitiveness and would help target the effects of the tariffs on China rather than on U.S. companies and their customers.

There can be no doubt that China has engaged in unfair trade practices, particularly when it comes to technology transfer, intellectual property, and innovation, as your March 2018 report made clear. We were encouraged that your office took a transparent and deliberative approach in developing the three lists of tariffs, including a notice and comment period and public hearings. We also appreciated that an exclusion process was set up to further refine the first two lists. However, the lack of such a process for this most recent list is a glaring omission, particularly given its size in relation to the first two lists.

An exclusion process is vital to ensuring that U.S. companies can seek relief in the event that there are no alternative suppliers or if other special circumstances exist that could harm their ability to compete in the global marketplace. The process should be fact-based, with criteria specified in the Federal Register for companies to meet to qualify for an exclusion. Such a meaningful process would allow U.S. companies to evaluate whether they meet the criteria and should devote resources to seeking exclusions.

We thank you for your thoughtful approach as you have refined the three lists of tariffs on Chinese imports under Section 301. An exclusion process has been an integral part of that approach for the first two lists and must be a part of the recently-announced third list as well.

Thank you for your consideration of this request.

Sincerely,

JACKIE WALORSKI

Member of Congress

RON KIND

KEVIN MCCARTHY Member of Congress	LYNN JENKANS, CPA Member of Congress
DAVID SCHWEIKERT Member of Congress	BRIAN FITZPATRICK Member of Congress
STEVE WOMACK Member of Congress	Walter B. Jones WALTER B. JONES Member of Congress
A. DREW FERGUSON, IV Member of Congress	NEAL DUNN Member of Congress
DAVE REICHERT Member of Congress	DARIN LAHOOD Member of Congress
Mike Bishop Member of Congress	RANDY WEBER Member of Congress
JIM BANKS Member of Congress	ADRIAN SMITH Member of Congress
	4 0 1 00

MARK WALKER Member of Congress

PRED UPTON
Member of Congress Member of Congress WARREN DAVIDSON Member of Congress Member of Congress DAVE TROTT GUS M. BILIRAKIS Member of Congress Member of Congress DAVID P. JOYCE Member of Congress Member of Congress DAVID G. VALADAO SUSAN W. BROOKS Member of Congress Member of Congress DOUGJ/AMALFA DAN NEWHOUSE Member of Congress Member of Congress MIMI WALTERS JLIA BROWNLEY Member of Congress Member of Congress

**BRAD WENSTRUP** 

Member of Congress

ANN MCLANE KUSTER

LARRY BUCSHON, M.D. Member of Congress TOM MACARTHUR Member of Congress MARK SANFORD GLENN GROTHMAN Member of Congress Member of Congress CATHY MCMORRIS RODGERS COTT DESJARLAIS Member of Congress Member of Congress m JEFF DU Member of Congress Member of Congress DAVID YOUNG Member of Congress Member of Congress MARK MEADOWS Member of Congress Member of Congress DIANE BLACK KEVIN CRAMER Member of Congress Member of Congress

LEE ZELDIN
Member of Congress

DAVID P. ROE, M.D. TOM MCCLINTOCK Member of Congress Member of Congress ERIK PAULSEN SAM JOHNSON Member of Congress Member of Congress ing G. Eshoo ANNA G. ESHOO PAUL MITCHELL Member of Congress Member of Congress BRADLEYBYINE MES P. MCGOVERN ember of Congress Member of Congress F. JAMES SENSENBRENNER, JR. PETE OLSON Member of Congress Member of Congress RLL. "BUDDY" CARTER EDWARD R. ROYCE Member of Congress Member of Congress Member of Congress Member of Congress

5

ÁLÉZ-COLÓN

Member of Congress

PETE AGUILAR

Robert. Belighige

RODNEY FRELINGHUYSEN Member of Congress

WILLIAM R. KEATING
Member of Congress

DUTCH RUPPERSBERGER
Member of Congress

JOH COTTHEIMER Member of Congress

SAM GRAVES Member of Congress

MIA LOVE Member of Congress

STEVE KING
Member of Congress

8 ZAN DELBENE Member of Congress VICENTE GONZALEZ
Member of Congress

TOM COLE · Member of Congress

SCOTT PETERS
Member of Congress

CAROL SHEA-PORTER

CAROL SHEA-PORTER Member of Congress

WILL HURD
Member of Congress

STEPHANIE MURPHY Member of Congress

RALPH NORMAN
Member of Congress

CARLOS CURBELO

JIN HMES Menter of Congress

BARY LOUDERMILK Member of Congress

ROD BLUM Member of Congress

ERIC SWALWELL
Member of Congress

DANIEL M. DONOVAN, JR. Member of Congress

ERALD E. CONNOLLY Member of Congress

DEREK KILMER Member of Congress

BRYAN BABIN
Member of Congress

ZOE LOFGREN Member of Congress

KEVIN YODER Member of Congress

ADAM KINZINGER
Member of Congress

TOM IMMER
Member of Congress

TERRI A. SEWELL Member of Congress

JAIME HERRERA BEUTLER
Member of Congress

HENRY CUELLAR Member of Congress

DEVIN NUNES
Member of Congress

MIKE JOHNSON NYĎIA M. VELÁZOUEZ Member of Congress Member of Congress DAVID SCOTT MIKE GALLAGHER Member of Congress Member of Congress KURT SCHRADER KAREN C. HANDEL Member of Congress Member of Congress EARL BLUMENAUER DEBBIE LESKO Member of Congress Member of Congress CHUCK FLEISCHMANN Member of Congress

KRISTI NOEM Member of Congress

ALEX X. MOONEY Member of Congress

THEODORE E. DEUTCH Member of Congress

HN RUTHERFORD Member of Congress

HENRY C. ZHANK" JOHNSON, JR. Member of Congress

**BRUCE WESTERMAN** Member of Congress

JACKIE SPEIER Member of Congress

Clop o sec

COLLIN C. PETERSON Member of Congress

RUBEN GALLEGO Member of Congress

ANDY BIGGS
Member of Congress

TONY CÁRDENAS Member of Congress

ROB BISHOP Member of Congress

CHRIS STEWART
Member of Congress

DANIEL W. LIPINS I Member of Congress GARRET GRAVES Member of Congress

MIKE COFFMAN Member of Congress

JEFF DENHAM Member of Congress

TOM O'HALLERAN Member of Congress

12 Rougu

DAVID ROUZER
Member of Congress

MARSHA BLACKBURN Member of Congress

VICKY HARTZLER Member of Congress

RODNEY DAVIS

Member of Congress

Member of Congress Member of Congress JOE WILSON Member of Congress BILL JOHNSON

Member of Congress

E STIVERS Member of Congress

Member of Congress

Member of Congress

GREG GIANFORTA Member of Congress CHERI BUSTOS

Member of Congress

MICHAEL CLOUD Member of Congress

GLENN 'GT' THOMPSON

Member of Congress

MICHAEL R. TURNER Member of Congress

Member of Congress

Member of Congress

KEN CALVERT Member of Congress

DOUG C Member of Congress DANNY K. DAVIS Member of Congress

PETER KING
Member of Congress

TROY BALDERSON
Member, of Congress

JIM COSTA

JIM COSTA Member of Congress RAÚL M. GRIJALVA
Member of Congress

BILLY LONG
Member of Congress

DAVID KUSTOFF Member of Congress

JACK BERGMAN
Member of Congress

BRUCE POLIQUIN
Member of Congress

À .....

DAVE LOEBSACK Member of Congress

VIRGINIA FOXX Member of Congress

SANFORD D. BISHOP, JR. Member of Congress

LUCILLE ROYBAL-ALLARD
Member of Congress

HW BAS DAVE BRAT

DAVE BRA1 Member of Congress

BRETT GUTHRIE Member of Congress

LISA BLUNT ROCHESTER Member of Congress ROBERT E. LATTA
Member of Congress

11

TED W. LIEU
Member of Congress

MIKE THOMPSON
Member of Congress

DON'S MOTSUL

DORIS MATSUI Member of Congress Bunka J. Bryh

BRENDAN F. BOYLE Member of Congress

JACKY ROSEN
Member of Congress

JOHN YARMUTH Member of Congress